COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.</u>: 0924-01 <u>Bill No.</u>: HB 287

Subject: Mental Health; Medical Procedures and Personnel; Civil Procedure; Courts

<u>Type</u>: Original

Date: February 18, 2013

Bill Summary: This proposal establishes a five-year statute of limitations for actions for

negligence against a mental health professional licensed under chapter

337.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2014	FY 2015	FY 2016	
Total Estimated Net Effect on General Revenue	90	go.	60	
Fund	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2014	FY 2015	FY 2016	
Insurance Dedicated	Up to \$5,000	\$0	\$0	
Total Estimated Net Effect on Other State Funds	Up to \$5,000	\$0	\$0	

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

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ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2014	FY 2015	FY 2016	
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)				
FUND AFFECTED	FY 2014	FY 2015	FY 2016	
Total Estimated Net Effect on FTE	0	0	0	

- □ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).
- □ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS				
FUND AFFECTED	FY 2014	FY 2015	FY 2016	
Local Government	\$0	\$0	\$0	

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FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Insurance, Financial Institutions, and Professional Registration (DIFP)** state insurers would be required to submit amendments to their policies to comply with the legislation. Policy amendments must be submitted to the department for review along with a \$50 filing fee. The number of insurance companies writing these policies in Missouri fluctuates each year. One-time additional revenues to the Insurance Dedicated Fund are estimated to be up to \$5,000.

Additional staff and expenses are not being requested with this single proposal, but if multiple proposals pass during the legislative session which require policy form reviews, the DIFP will need to request additional staff to handle the increase in workload.

Officials from the **Office of Attorney General** assume any potential costs arising from this proposal can be absorbed with existing resources.

Officials from the **Office of Prosecution Services (OPS)** state the proposal would have no measurable fiscal impact on the OPS.

Officials from the **Office of State Courts Administrator**, the **Department of Mental Health**, and the **Office of State Public Defender** each assume the proposal would not fiscally impact their respective agencies.

ESTIMATED NET EFFECT ON THE INSURANCE DEDICATED FUND	Up to \$5,000	\$0	\$0
Income - DIFP Form filing fees	<u>Up to \$5,000</u>	<u>\$0</u>	<u>\$0</u>
INSURANCE DEDICATED FUND	(10 Mo.)		
FISCAL IMPACT - State Government	FY 2014	FY 2015	FY 2016

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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
FISCAL IMPACT - Local Government	FY 2014 (10 Mo.)	FY 2015	FY 2016

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

This proposal establishes a five year statute of limitations for actions against a psychologist, professional counselor, social worker, or marital and family therapist for malpractice, negligence, or error or mistake. In cases where the person bringing the action is a minor, less than 18 years old, the person will have until their twenty-third birthday to bring any action.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Office of Attorney General
Office of State Courts Administrator
Department of Insurance, Financial Institutions,
and Professional Registration
Department of Mental Health
Office of Prosecution Services
Office of State Public Defender

Ross Strope Acting Director February 18, 2013

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